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451

UNITED STATES BANKRUPTCY COURT
DISTRICT OF SOUTH CAROLINA

02 MAY 22 AM 10:03

IN RE:

) CASE NO. 01-11527 **B**

U.S. BANKRUPTCY COURT
DISTRICT OF SOUTH CAROLINA

) CHAP. 11

PALMETTO LINEN SERVICES, INC.,

)

DEBTOR.

) NOTICE AND APPLICATION FOR SALE OF PROPERTY
) FREE AND CLEAR OF LIENS, AND OF OPPORTUNITY
) FOR HEARING
)

TO ALL CREDITORS AND PARTIES IN INTEREST:

YOU ARE NOTIFIED that the debtor in possession is applying for approval to sell the property of the debtor's estate below described free and clear of liens and encumbrances according to the terms and conditions stated below. A copy of the proposed Order accompanies this Notice.

TAKE FURTHER NOTICE that any response, return and/or objection to this Notice and Application should be filed with the Clerk of the Bankruptcy Court no later than **twenty (20) days** from service of the Notice and Application, and a copy simultaneously served on all parties in interest.

TAKE FURTHER NOTICE that no hearing will be held on this Notice and Application for Sale unless a response, return and/or objection is timely filed and served, in which case, the Court will conduct a hearing on

July 1, 2002 at 9:00 a.m., at the U.S. Bankruptcy Court, 1100 Laurel Street, Columbia, SC 29201. No further notice of this hearing will be given.

TYPE OF SALE: PRIVATE SALE.

PROPERTY TO BE SOLD: The business and assets of Palmetto Linen Services, Inc. including but not limited to all assignable customer contracts, fixed assets, all real estate (including the lots adjacent on both sides of the existing building), vehicles, and other assets necessary or used in the business.

PRICE: \$1,800,000.00

APPRAISAL VALUE:	REAL ESTATE	\$ 826,417.00
	PERSONAL PROPERTY	<u>706,047.00</u>
	TOTAL	\$ 1,532,464.00

NAME OF BUYER: ANGELICA TEXTILE SERVICES, INC.
655 ENGINEERING DRIVE, SUITE 370
NORCROSS GA 30092

PLACE/TIME OF SALE: ON OR BEFORE JULY 1, 2002.

SALES AGENT: NONE

COMPENSATION TO SALES AGENT: NONE

EST. TRUSTEE'S COMEPENSATION ON SALE: NONE

cont.

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LIENS/MORTGAGES:	PEOPLES FEDERAL	\$ 205,000.00
	FUSBC	1,157,000.00
	IRS	270,736.00
	SC DEPT OF REV	14,651.00
	SUSAN P. COVELLI (judgment)	257,281.00
	PDQ TEXTILES, INC. (judgment)	<u>30,086.00</u>
	TOTAL	\$ 1,934,754.00

EXPENSES OF SALE: NONE

DEBTOR'S EXEMPTION: NOT APPLICABLE

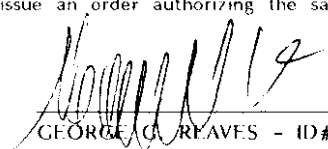
PROCEEDS ESTIMATED TO
BE PAID TO ESTATE: \$1,800,000.00

Applicant is informed and believes that it would be in the best interest of the estate to sell said property by private sale. Applicant also believes that the funds to be recovered for the estate from the sale of said property justify its sale and the filing of this application.

The court may consider additional offers at any hearing held on this notice and application for sale. The court may order at any hearing that the property be sold to another party on equivalent or more favorable terms.

The debtor in possession may seek appropriate sanctions or other similar relief against any party filing a spurious objection to this notice and application.

WHEREFORE, applicant requests the court issue an order authorizing the sale of said property, and for such other and further relief as may be proper.


GEORGE C. REAVES - ID#3223

PO BOX 5012

FLORENCE SC 29502

(843) 662-0211

ATTORNEY FOR DEBTOR IN POSSESSION

MAY 21, 2002

ADDRESS OF COURT:
UNITED STATES BANKRUPTCY COURT
PO BOX 1448, 1100 LAUREL ST
COLUMBIA SC 29202

ADDRESS OF U.S. TRUSTEE:
UNITED STATES TRUSTEE
1201 MAIN STREET, SUITE 2440
COLUMBIA SC 29201